

SFY 13

**Division of Mental Health, Developmental Disabilities and Substance Abuse Services
Expansion/Reduction Items**

(1) Expansion/Reduction Item	(2) Amount	(3) Explanation
Community Services Funds	(\$20,000,000) Non-Recurring	Continues non-recurring reduction to local management entities' (LME) community services funding for FY 2012-13. Approximately \$345 million in State general funds remain in the budget for LMEs to purchase community-based services.
Federal Block Grant Funding	(\$227,000) Non-Recurring	Provides federal Substance Abuse Prevention and Treatment Block Grant funds for Division of Mental Health's administrative costs.
Three-way Contracts	\$9,000,000 Recurring	Provides funding to increase the number of community hospital beds available to LMEs under the State-administered three-way contract from 141 to 186. Funds may not be expended prior to January 1, 2013 and only after OSBM certification that the funding is not needed for the Medicaid Program.
Local Management Entities (LME)	(\$8,497,935) Recurring	Reduces the administrative budget for LMEs in anticipation of the savings to be achieved from the transition to managed care organizations (MCO). LME administrative funds will be provided as part of the capitation contract rather than on a per capita basis.
Cherry Hospital	\$3,472,954 Recurring	Provides funding to support the expanded bed capacity at the new Cherry Hospital, which is scheduled to begin operating in April 2013. The new hospital will have 314 beds, an increase of 124 beds.
Broughton Hospital	\$3,513,000 Recurring	Provides funding for 19 additional psychiatric care beds at Broughton Hospital. Funds may not be expended prior to January 1, 2013 and only after OSBM certification that the funding is not needed for the Medicaid Program.
Drug Treatment Courts	(\$2,258,000) Recurring	Eliminates pass-through funding provided for drug treatment court services. S.L. 2011-145 eliminated funds budgeted to the Judicial Department for these courts.
Mental Health Association, Inc.	(\$200,000) Recurring	Eliminates pass-through funding provided in 2008 for the Mental Health Association, Inc. This organization lost its accreditation in 2010 and no longer operates.